

State of Utah

DEPARTMENT OF NATURAL RESOURCES

BRIAN C. STEED Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA

Division Director

February 13, 2020

Karin Madsen UtahAmerican Energy, Inc 794 N. "C" Canyon Road P. O. Box 910 East Carbon, Utah 84520

Subject:

Minor Coal Exploration, Horse Canyon Mine/Lila Mine, UtahAmerican Energy

Inc, C/007/0013, Task #6065

Dear Mrs. Madsen:

The above-referenced Minor Exploration Letter of Intent has been reviewed as of February 13, 2020. You have addressed all the requirements of the Minor Coal exploration rules in the R645 Coal Rules. The Letter of Intent indicates that less than 5 acres will be disturbed and less than 250 tons of coal will be extracted. Please have a copy of the Letter of Intent at the exploration site upon inspection. Upon completion of the water well/boreholes, please submit an amendment to the Division to add these wells to the Mining and Reclamation Plan.

The Division is requesting upon completion of final reclamation of the one (1) exploration drill site, two (2) pictures from different angles of each location to be submitted to the Division in Salt Lake City and Stephen J. Demczak at the Price Field Office.

If you have any questions, please feel free to call me at (801) 538-5325 or Stephen J. Demczak at (435) 613-3732.

Sincerely,

Steve Christensen

Coal Program Manager

